



GREATER KOKSTAD MUNICIPALITY

Extract from the Minutes of the Special Council Meeting held on Thursday, 29 May 2019 at 09h00 at the Council Chamber, Kokstad.

Councillors (present)

ANC	:	Speaker, Councillor Z A Mhlongo Mayor, Councillor B M Mtolo Deputy Mayor, Councillor K J Walker Councillor H T Mngonyama Councillor, Z R Tshazi Councillor M Figlan Councillor, E Bhengu Councillor N Mfukuli Councillor, M N L Madikizela Councillor N Nguza Councillor N Lusawana
DA	:	Councillor M N Dumisa Councillor K Putum Councillor B L Marnce
EFF	:	Councillor Z Tshangase Councillor L N Fortein
AIC	:	Councillor T O Madikizela

Councillors (absent)

ANC	:	Councillor N Mavuka (no apology)
Officials (present)	:	Municipal Manager: Mr L H Mapholoba Executive Manager: Corporate Services, Dr P N Makoba Executive Manager: Economic Development & Spatial Planning, Mrs C D Vezi Executive Manager: Infrastructure and Technical Services, Mr M Dondo Executive Manager: Community Social Services, Ms P Qwabe Manager Risk & Auditing: Ms N L Sikutshwa Assistant Manager: Operations: H I Adkins Assistant Manager: IGR, Communications & Public Relations: Ms N Matshoba Manager: Revenue, Mr W Dotye

Committee Clerk, Ms T Satywa
Committee Clerk, Ms N Notununu

Officials (absent) : **Executive Manager: Budget & Treasury Office,**
Mr T L Mketsu (no apology)

MINUTES

"A People-Centred City of Economic Possibilities by 2047"

MINUTES

12.3.2 FINANCIAL SERVICES DEPARTMENT: 2019/2020 FINAL OPERATING AND CAPITAL BUDGET

FMS16052019

(File No.:5/1/3/4)

(Author: CFO)

(1st Level: Manco-)

(2nd Level: Budget Steering Committee)

(3rd Level: EXCO-)

(4th Level: Council 29/05/2019)

1. RESOLVED

That on 29 May 2019 the Council of Greater Kokstad Municipality met in the Council Chambers to consider the annual budget of the municipality for the financial year 2019/2020. The Council approved and adopted the following resolutions:

- 1.1 That in terms of section 24 of the Municipal Finance Management Act, 56 of 2003, the annual budget of the municipality for the financial year 2019/20; and indicative allocations for the two projected outer years 2020/21 and 2021/22; and the multi-year and single year capital appropriations), are submitted to the Budget Steering Committee / Executive Committee for consideration, adjusted where necessary and approved as set-out in the following tables of the budget document:
 - Budgeted Financial Performance (revenue and expenditure by standard classification) - **Table A2**
 - Budgeted Financial Performance (revenue and expenditure by municipal vote) - **Table A3**
 - Budgeted Financial Performance (revenue by source and expenditure by type) - **Table A4**
 - Multi-year and single-year capital appropriations (by municipal vote and standard classification and associated funding by source) - **Table A5**.
- 1.2 That the financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - Budgeted Financial Position- **Table A6**
 - Budgeted Cash Flows – **Table A7**
 - Cash backed reserves and accumulated surplus reconciliation – **Table A8**
 - Asset management- **Table A9**: and
 - Basic service delivery measurement – **Table A10**
- 1.3 That the Council of Greater Kokstad Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2019:

- **The tariffs for property rates**

That in terms of Section 8 of the Local Government: Property Rates Act, 2004 read together with the Rates Policy, as amended, and be adopted with the current budget, the Municipality may levy different Rates for different categories of Property.

- **The tariffs for electricity**

That the average Electricity Tariff increases of 12 % is hereby approved by Council, it being recorded that the proposed Municipal Electricity Tariff guideline is yet to be approved by NERSA and that any adjustment and revision must be in accordance with applicable legislation. Accordingly, the impacts of any changes to NERSA's proposed municipal tariff increase will need to be considered by the Council.

- **The tariffs for the supply of refuse removal and other charges**

That other tariffs and charges as circulated with the budget document in terms of section 24(2)(c)(i) and (ii) be approved for the financial year commencing 1 July 2019.

1.4 That the Council resolves that the tabling of the Operational budget of **R431, 414 million** and the Capital budget of **R125, 492 million** be approved.

1.5 That the Council approves and adopts the budget related policies:

- Rates Policy
- Tariff Policy
- Cost Containment Policy
- Budget Transfer and Virement Policy
- Cash Management and Investment Policy
- Subsistence and Travelling Policy
- Borrowings Policy
- Budget Policy
- Credit control and Debt Collection Policy
- Fixed Assets Management Policy
- Indigent Policy
- Funding and Reserves Policy
- Supply Chain Management Policy
- Petty Cash policy
- Service Level Standard

1.6 That the Council resolves to note the submission of the budget to Provincial Treasury and National Treasury.

1.7 That the Council resolves to note the publication of Table 2019/2020 – 2021/2022 multi-year budget within five working days after the council has approved the Tabled budget.

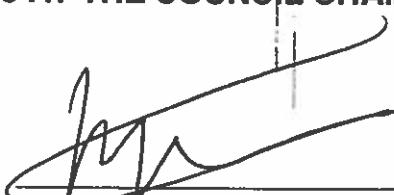
1.8 That the Council resolves to note the cash backing is implemented through the utilisation of a portion of the revenue generated from property rates to ensure that all capital reserves and provisions, unspent long-term loans and unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.

1.9 That indigent list was to be publicised for 21 days before approval, this is to invite community members to make objections.

NB: These Council minutes are subject to confirmation by the Council at its next Council Meeting.

CERTIFIED A TRUE EXTRACT FROM THE MINUTES OF THE SPECIAL COUNCIL MEETING HELD ON THURSDAY, 29 MAY 2019 AT 09H00 AT THE COUNCIL CHAMBER, KOKSTAD.

29/05/2019
DATE



**MUNICIPAL MANAGER
MR L H MAPHOLOBA**